# GOVERNMENT OF INDIA
# FINANCE
# LOK SABHA

UNSTARRED QUESTION NO:6631
ANSWERED ON:10.05.2002
PORTFOLIO MANAGEMENT SCHEME
DR. KIRIT SOMAIYA

**Will the Minister of FINANCE be pleased to state:**

(a) whether the Government`s attention has been drawn to the newsitem regarding hiding of Rs.40 crores portfolio profit accrued to the Citibank through Grasim deposits during 1991-92 assessment year published in the Economic Times, dated 26 March, 2002;

(b) if so, whether the Bombay High Court has upheld that the Bank hadfailed to disclose the primary facts and have also violated the Reserve Bank`s guidelines pertaining to Portfolio Management Scheme (PMS);

(c) if so, the steps taken to recover the taxable amount by the Income Tax Department; and

(d) the action proposed to be taken against the defaulting bank ?

## Answer

MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI BALASAHEB VIKHE PATIL)

(a),(b),(c)&(d): The information is being collected and will be laid on the Table of the House.